



The State of Utah

Department of Natural Resources

Division of Oil, Gas & Mining

ROBERT L. MORGAN Executive Director

LOWELL P. BRAXTON Division Director

OLENE S. WALKER Governor

GAYLE F. McKEACHNIE Lieutenant Governor

Inspection Report

Permit Number:	C0070039
Inspection Type:	PARTIAL
Inspection Date:	Tuesday, January 19, 2010
Start Date/Time:	1/19/2010 10:00:00 AM
End Date/Time:	1/19/2010 2:00:00 PM
Last Inspection:	Tuesday, December 15, 2009

Inspector: Steve Demczak, Environmental Scientist III

Weather: Thick Fog. Snow Cover 16 inches.

InspectionID Report Number: 2249

Accepted by: jhelfric 1/25/2010

Permitee: CANYON FUEL COMPANY LLC Operator: CANYON FUEL COMPANY LLC

Site: **DUGOUT CANYON MINE**

Address: PO BOX 1029, WELLINGTON UT 84542

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Min	eral	Own	ersh	١i

Types of Operations

	Total Permitted	
104.70	Total Disturbed	
	Phase I	
	Phase II	
	Phase III	

Current Acreages

✓ Federal

✓ Underground

✓ State

Surface

County

Loadout

Date

✓ Fee

Processing

Other Reprocessing Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

There are no pending compliance actions for the Dugout Canyon Mine permit area.

The Permittee is current relative to the required electronic quarterly water monitoring submittals for 2009.

I could not make it to Pace Canyon due to snow cover.

Inspector's Signature:

Steve Demczak, Environmental Scientist III

Inspector ID Number: 39

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

Monday, January 25, 2010

Permit Number: C0070039 Inspection Type: PARTIAL

Inspection Date: Tuesday, January 19, 2010

Page 2 of 3

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
- b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
 Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale	✓		✓	
2.	Signs and Markers	~		✓	
3.	Topsoil				
4.a	Hydrologic Balance: Diversions	✓		✓	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	V		✓	
4.c	Hydrologic Balance: Other Sediment Control Measures	✓		✓	
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments	V		✓	
8.	Noncoal Waste	✓		✓	
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control	V		V	
15.	Cessation of Operations				
16.8	Roads: Construction, Maintenance, Surfacing				
16.t	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations				
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

Inspection Date: Tuesday, January 19, 2010 Page 3 of 3

1. Permits, Change, Transfer, Renewal, Sale

There is no amendment or other permitting action with the Division.

2. Signs and Markers

The permit sign is located at the gate to the property. Information meets the minimium requirements of the R645 Coal Rules.

4.a Hydrologic Balance: Diversions

The diversions were spot inspected and were functioning as designed and were snow covered.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

I inspected the sediment pond; and it did contain water but was not discharging during the inspection. The pond was cleaned out a few of months ago. No hazardous conditions were noticed during the inspection.

4.c Hydrologic Balance: Other Sediment Control Measures

The permittee were in the processs of trucking snow to the refuse site. This action was approved by the Division.

7. Coal Mine Waste, Refuse Piles, Impoundments

I inspected the refuse pile and no hazardous conditions could be seen.

8. Noncoal Waste

No non-coal waste could be seen

14. Subsidence Control

This information is in the annual report.